



# Training on Expenditure Verification

ENI CBC MED Projects  
Jordan, 8 February 2021



# PROGRAMME RULES

## Applicable to all countries



# Why an Expenditure Verification Report (EVR)?

ENI CBC IR 897/2014 – Article 32

*“Expenditure declared by the beneficiary in support of a payment request shall be examined **by an auditor or by a competent public officer being independent** from the beneficiary.”*



# What shall be verified?

“The **auditor** or the **competent public officer** shall examine whether the **costs** declared by the beneficiary and the **revenue** of the project are **real, accurately recorded and eligible** in accordance with the contract.”



# Objective of the verification

To be able to declare that the expenditures are:

**REAL:** actually incurred

**ACCURATELY RECORDED**

**ELIGIBLE:** in line with the Eligibility Criteria  
indicated in the Project **Grant Contract Art.14**

The **revenues** are identified and quantified

# An agreed-upon procedure

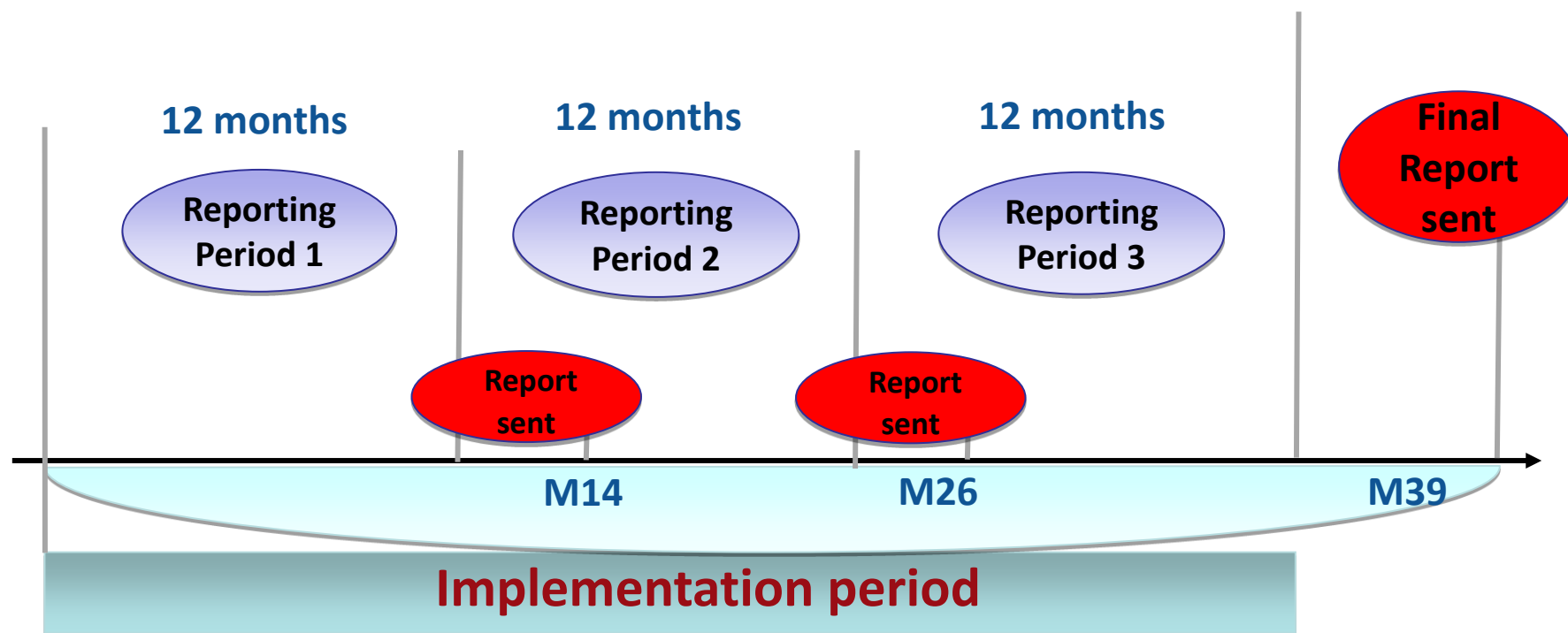
*"This examination shall be performed on the basis of an **agreed-upon procedure** which will be undertaken in accordance with:*

*(a) the International Standard on Related Services 4400 Engagements to perform **Agreed-upon Procedures** regarding Financial Information as promulgated by International Federation of Accountants (IFAC);*

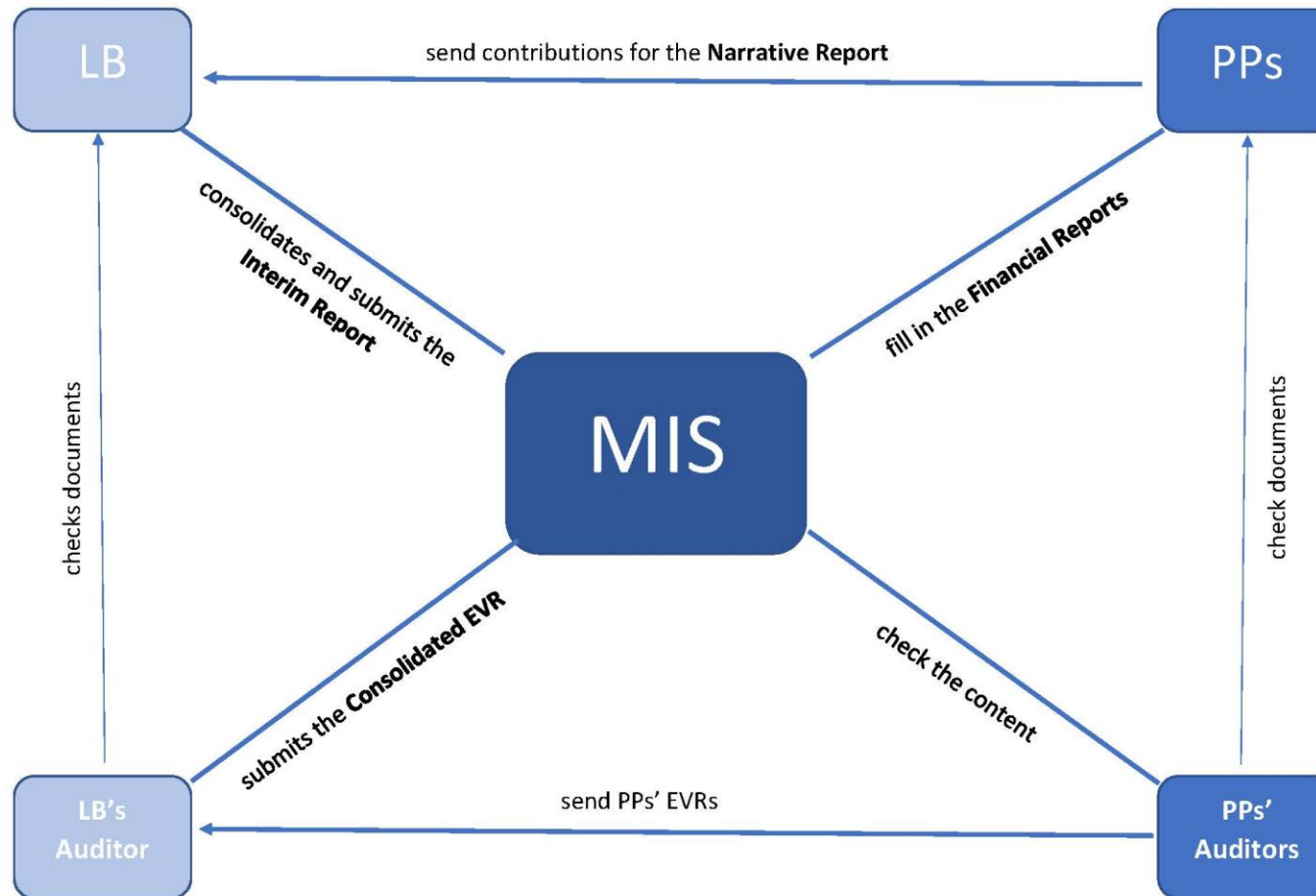
*(b) IFAC **Code of Ethics** for Professional Accountants, developed and issued by IFAC's International Ethics Standards Board for Accountants."*

# 1 EVR per Project Reporting Period

Example for a project duration of 36 months

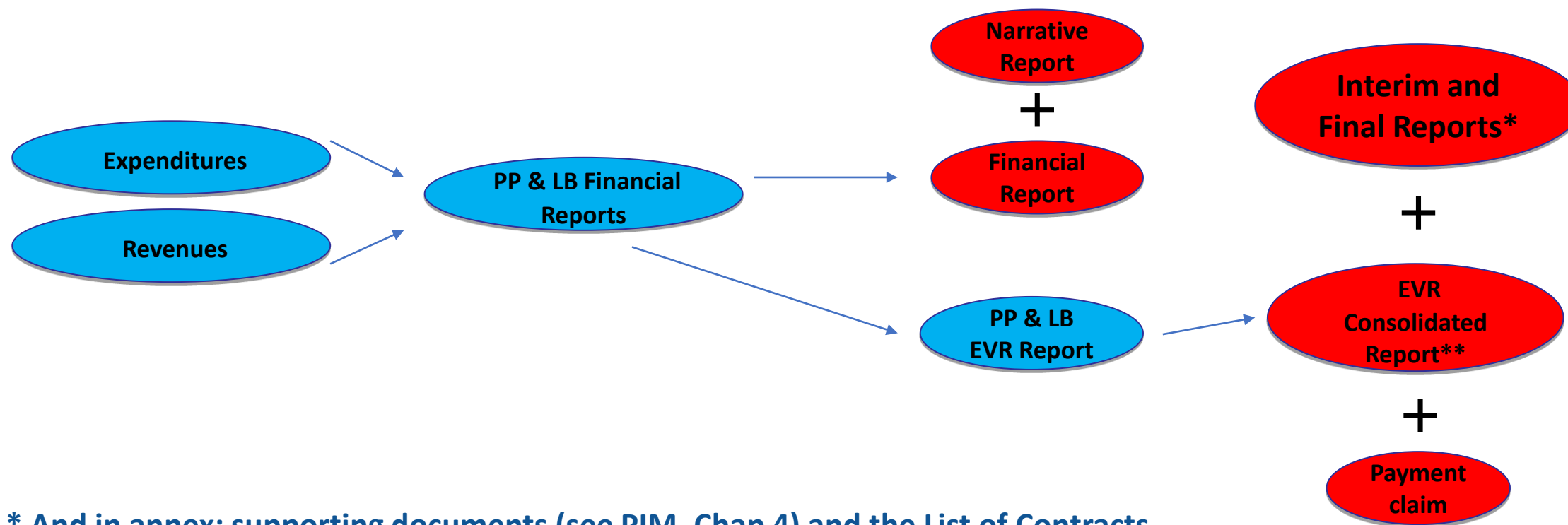


# Focus on the Reporting Flows





# 1 EVR PER PARTNER AND A CONSOLIDATED EVR BY THE LB FOR EACH INTERIM AND FINAL REPORT



\* And in annex: supporting documents (see PIM, Chap 4) and the List of Contracts

\*\*And annexes: List of Factual Findings, Check List, Report on Fraud (as the case maybe)

# The auditor engagement

The auditor **plans the work** in an effective way:

getting **a full understanding of the Grant Contract**, its annexes and any other relevant information

obtaining and reviewing the **Narrative and Financial Reports**

**obtaining access** to all supporting documents

planning **on the spot-checks** in the premises of the Partner and in the locations where project outputs have been delivered (equipment, infrastructure, etc.)

**THE PP AND LP GRANTS FULL ACCESS TO THE ACCOUNTS, ACCOUNTING DOCUMENTS AND SUPPORTING DOCUMENTS TO THE SELECTED AUDITOR!**

# The auditor engagement

*The auditor verifies the evidence:*

*Performs the specific procedures listed in the **Control Check List***

***Obtains verification evidence** from these procedures*

*The auditor does not provide an opinion but **issues a report of factual findings***

# Consolidated EVR

*For the purpose of the Consolidated EVR, the auditor of the LB will check:*

*the completeness and accuracy of the Consolidated Financial report*

*the **consistency** of the consolidated Financial report **with the individual ones***

*the **compliance with the rules on budget flexibility** stipulated in the Grant Contract  
(Article 9, Amendment to the Contract)*

# Verification coverage of expenditures

100%



Min 65% of each Cost Category  
100% for all procurement  
above 60.000€



# RULES SPECIFIC TO JORDAN



# Who can be an auditor?

**Private external** auditors **only** members of  
the Jordan Association of Certified Public  
Accountants Board.

# How to select and validate the auditor?

Project beneficiaries shall be free to select their auditor, **through a procurement procedure**, following the relevant national legislation and grant contract requirements.

The Jordanian partners will then **provide the Jordanian Control Contact Point** with the documents related to the external auditor **in order to obtain the validation** required at Programme level. The validation will then be transmitted to the MA.

The Jordanian Control Contact Point will send a **Certificate of Validation of the Auditor** to the Project Partner / Main Beneficiary

Upon receipt of this Certification, the **contract with the auditor** may be signed

***PROGRAMME RULES FOR PUBLIC PROCUREMENT HAVE TO BE APPLIED WHEN SELECTING THE AUDITOR!***



## Don't forget!

A copy of each **Expenditure Verification Reports**  
**will be sent to the Jordanian Control Contact**  
**Point** for potential coherence and quality checks

A **proof of transmission**  
will be uploaded in the MIS

# Public Procurement rules for Jordanian Organizations

**Public entities**: Follow the [TESIM factsheet on Procurement by Jordanian Public Entities](#)

**Private entities**: apply the rules indicated in [Annex 7.3 of the PIM, Procurement rules for private organizations](#)

## For more information:

Read the [Expenditure Verification Package](#)

Read the [Project Implementation Manual](#), in particular, the section on Financial Management and its annexes

Read the [National Information](#) applicable to Jordan and other countries

Read the Factsheets on Expenditure Verification by [TESIM](#)

Contact your Control Contact Point, your project JTS Officer or your Branch Office